#### MINUTES

# MONTANA HOUSE OF REPRESENTATIVES 60th LEGISLATURE - REGULAR SESSION

#### COMMITTEE ON BUSINESS AND LABOR

Call to Order: By Chairman Scott Mendenhall, on March 26, 2007 at 9:00 A.M., in Room 172 Capitol.

## ROLL CALL

#### Members Present:

Rep. Scott Mendenhall, Chairman (R)

Rep. Jim Keane, Vice Chairman (D)

Rep. Mike Milburn, Vice Chairman (R)

Rep. Elsie Arntzen (R)

Rep. Shannon Augare (D)

Rep. Scott Boggio (R)

Rep. Ernie Dutton (R)

Rep. Kevin T. Furey (D)

Rep. Ralph Heinert (R)

Rep. Llew Jones (R)

Rep. Harry Klock (R)

Rep. Michele Reinhart (D)

Rep. Wayne Stahl (R)

Rep. Bill Thomas (D)

Rep. Kendall Van Dyk (D)

Members Excused: Rep. Jonathan Windy Boy (D)

Members Absent: None

Staff Present: Bart Campbell, Legislative Branch

Nancy Kraft, Committee Secretary

Audio Committees: These minutes are in outline form only. They provide a list of participants and a record of official action taken by the committee. The link to the audio recording of the meeting is available on the Legislative Branch website.

# Committee Business Summary:

Hearing & Date Posted: SB 466, 3/16/2007; SB 467,

3/16/2007; SB 535, 3/16/2007

Executive Action: SB 339; SB 540; SB 466; SB 467; SB

537; SB 206; SB 312

# HEARING ON SB 466

# Opening Statement by Sponsor:

00:02:33 Sen. Vicki Cocchiarella (D), SD 47, opened the hearing on SB 466, Small business regulatory flexibility act.

# <u>Proponents' Testimony</u>:

00:05:50 Evan Barrett, Governor's Office of Economic Development 00:07:43 Riley Johnson, National Federation of Independent Business

Opponents' Testimony: None

Informational Testimony: None

# Questions from Committee Members and Responses:

00:09:02 Rep. Jones 00:09:19 Sen. Cocchiarella 00:09:59 Rep. Dutton 00:11:03 Sen. Cocchiarella 00:13:26 Rep. Mendenhall 00:14:08 Sen. Cocchiarella 00:19:51 Rep. Mendenhall 00:19:56 Bart Campbell

## Closing by Sponsor:

00:23:46 Sen. Cocchiarella

# HEARING ON SB 467

## Opening Statement by Sponsor:

00:24:38 Sen. Vicki Cocchiarella (D), SD 47, opened the hearing on SB 467, Revise membership and meetings of board of investments.

Proponents' Testimony: None

Opponents' Testimony: None

Informational Testimony: None

# Questions from Committee Members and Responses:

00:28:55 Rep. Thomas 00:29:10 Sen. Cocchiarella 00:29:47 Rep. Keane 00:30:23 Sen. Cocchiarella 00:31:38 Rep. Van Dyk 00:32:01 Sen. Cocchiarella 00:32:49 Rep. Dutton 00:33:13 Sen. Cocchiarella

# Closing by Sponsor:

00:37:54 Sen. Cocchiarella

#### HEARING ON SB 535

# Opening Statement by Sponsor:

00:38:56 Sen. Vicki Cocchiarella (D), SD 47, opened the hearing on SB 535, Creating annuity suitability and disclosure act.

# Proponents' Testimony:

00:39:38 Jacqueline Lenmark, American Council of Life Insurers
00:44:05 Don Allen, Association of Insurance and Financial
Advisors
00:46:05 Greg VanHorssen, State Farm Insurance Company
00:46:23 Dwight Easton, Farmer's Insurance Group
00:46:58 Carol Roy, Insurance Department, State Auditor's Office
EXHIBIT (buh64a01)

Opponents' Testimony: None

Informational Testimony: None

# Questions from Committee Members and Responses:

00:49:45 Rep. Mendenhall 00:50:01 Ms. Roy 00:50:50 Rep. Dutton 00:51:33 Sen. Cocchiarella 00:52:27 Ms. Lenmark

# Closing by Sponsor:

00:55:41 Sen. Cocchiarella

00:58:02 Break

#### EXECUTIVE ACTION ON SB 339

01:23:35 <u>Motion/Vote</u>: Rep. Stahl moved SB 339 **BE RECONSIDERED**. Motion carried 15-0 by voice vote by those present and voting. (Previous action was taken on SB 339 in Business and Labor on 3/22/07.)

## Discussion:

- 01:24:07 Rep. Mendenhall 01:24:48 Mr. Campbell
- 01:25:32 <u>Motion/Vote</u>: Rep. Stahl moved **TO REMOVE EXISTING AMENDMENT** to SB 339. Motion carried 16-0 by voice vote. Rep. Windy Boy voted by proxy.
- 01:26:06 <u>Motion</u>: Rep. Milburn moved that SB 339 **BE AMENDED**. **EXHIBIT (buh64a02)**

#### Discussion:

- 01:27:07 Rep. Mendenhall
- 01:27:21 Mr. Campbell
- 01:28:05 Rep. Reinhart
- 01:28:18 Rep. Stahl
- 01:28:21 Rep. Arntzen
- 01:29:42 Rep. Mendenhall
- 01:30:49 Rep. Arntzen
- 01:31:17 <u>Vote</u>: Motion carried unanimously by voice vote. Rep. Windy Boy voted by proxy.
- 01:31:39 <u>Motion</u>: Rep. Milburn moved that SB 339 **BE CONCURRED IN AS AMENDED**.

#### Discussion:

- 01:32:00 Rep. Furey
- 01:32:40 Rep. Keane
- 01:32:54 Rep. Arntzen
- 01:33:38 Rep. Dutton
- 01:33:51 <u>Vote</u>: Motion carried unanimously by voice vote. Rep. Windy Boy voted by proxy. Rep. Mendenhall will carry the bill.

# EXECUTIVE ACTION ON SB 540

01:35:06 Motion: Rep. Keane moved that SB 540 BE CONCURRED IN.

## Discussion:

- 01:35:14 Mr. Campbell
- 01:37:42 Motion/Vote: Rep. Keane moved that SB 540 BE AMENDED.

  (Exhibit 1 in Business and Labor Committee Meeting on 3/21/07) Motion carried unanimously by voice vote. Rep. Windy Boy voted by proxy.
- 01:39:49 <u>Motion</u>: Rep. Keane moved that SB 540 **BE AMENDED**. **EXHIBIT (buh64a03)**

## Discussion:

- 01:40:05 Mr. Campbell
- 01:41:21 Rep. Mendenhall
- 01:42:20 Rep. Furey
- 01:42:33 <u>Vote</u>: Motion carried unanimously by voice vote. Rep. Windy Boy voted by proxy.

# Discussion:

- 01:42:19 Mr. Campbell
- 01:43:20 Rep. Keane
- 01:43:55 Mr. Campbell
- 01:44:51 Rep. Keane
- 01:45:26 Rep. Mendenhall
- 01:46:07 Without objection, Rep. Mendenhall suspended action on this bill until after Executive Action on SB 467.

#### EXECUTIVE ACTION ON SB 466

01:47:38 Motion: Rep. Keane moved that SB 466 BE CONCURRED IN.

# Discussion:

- 01:48:02 Rep. Mendenhall
- 01:48:36 Rep. Keane
- 01:49:26 Rep. Van Dyk
- 01:49:41 Rep. Arntzen
- 01:49:57 <u>Vote</u>: Motion carried unanimously by voice vote. Rep. Windy Boy voted by proxy. Rep. Mendenhall will carry the bill.

# EXECUTIVE ACTION ON SB 467

01:50:22 Motion: Rep. Keane moved that SB 467 BE CONCURRED IN.

# <u>Discussion</u>:

01:51:04 01:51:20 01:51:40	Rep. Keane Rep. Dutton Rep. Keane Rep. Stahl Rep. Mendenhall
01:52:30	<u>Vote</u> : Motion carried unanimously by voice vote. Rep. Windy Boy voted by proxy. Rep. Stahl will carry the bill.

# EXECUTIVE ACTION ON SB 540 (CONTINUED)

01:53:17 Rep. Keane moved that SB 540 BE AMENDED. EXHIBIT (buh64a04)

# Discussion:

01:53:32 01:54:00 01:54:38 01:55:19 01:55:35 01:56:33 01:57:40 01:58:39 01:59:23 01:59:48 02:01:00 02:01:31	Mr. Campbell Rep. Keane Rep. Milburn Rep. Stahl Mr. Campbell Rep. Stahl Gene Huntington, Department of Justice Rep. Stahl Rep. Klock Rep. Furey Rep. Milburn Rep. Keane
02:03:20	<u>Vote</u> : Motion failed 7-9 by roll call vote with Reps. Arntzen, Furey, Keane, Reinhart, Thomas, Van Dyk, and Windy Boy voting aye. Rep. Windy Boy voted by proxy.

# <u>Discussion</u>:

02:04:15 02:04:50 02:05:00	Rep. Mendenhall Rep. Keane Rep. Stahl Rep. Mendenhall Rep. Furey
02:05:54	<pre>Motion/Vote: Rep. Stahl moved that SB 540 BE CONCURRED IN AS AMENDED. Motion carried 12-4 by roll call vote with Reps. Furey, Keane, Thomas, and Windy Boy voting</pre>

no. Rep. Windy Boy voted by proxy. Rep. Beck will carry the bill.

# EXECUTIVE ACTION ON SB 537

02:08:21 Motion: Rep. Keane moved that SB 537 BE CONCURRED IN.

#### Discussion:

- 02:08:53 Rep. Reinhart 02:09:47 Mary Arnold, State Auditor's Office 02:11:26 Rep. Keane
- 02:12:13 <u>Vote</u>: Motion carried 15-1 by voice vote with Rep. Reinhart voting no. Rep. Windy Boy voted by proxy. Rep. Stahl will carry the bill.

## EXECUTIVE ACTION ON SB 206

02:14:35  $\underline{\text{Motion}}$ : Rep. Heinert moved that SB 206 **BE CONCURRED** 

IN.

02:14:59 Motion: Rep. Heinert moved that SB 206 BE AMENDED.

EXHIBIT (buh64a05)

#### Discussion:

- 02:16:12 Rep. Furey
- 02:17:38 Rep. Keane
- 02:18:48 Rep. Milburn
- 02:19:16 Rep. Furey
- 02:20:24 Rep. Mendenhall
- 02:21:03 Bart Campbell
- 02:22:22 Rep. Reinhart
- 02:22:49 Mr. Campbell
- 02:24:49 <u>Vote</u>: Motion failed 4-12 by roll call vote with Reps. Arntzen, Boggio, Heinert, and Mendenhall voting aye. Reps. Windy Boy and Boggio voted by proxy.
- 02:25:28 <u>Motion</u>: REP. STAHL moved that SB 206 BE AMENDED. EXHIBIT (buh64a06)

#### Discussion:

- 02:26:42 Rep. Thomas 02:29:08 Rep. Reinhart
- 02:29:15 Mr. Campbell
- 02:29:30 Rep. Milburn
- 02:30:27 Rep. Arntzen
- 02:31:27 Rep. Keane

- 02:32:11 Rep. Mendenhall
- 02:33:42 Rep. Keane
- 02:34:09 Rep. Thomas
- 02:34:42 Rep. Jones 02:35:00 Rep. Furey
- 02:35:36 Rep. Reinhart
- 02:35:56 Vote: Motion carried 11-5 by roll call vote with Reps. Dutton, Heinert, Klock, Mendenhall, and Milburn voting no. Reps. Dutton, Windy Boy, and Augare voted by proxy.
- 02:36:59 Motion/Vote: Rep. Thomas moved that SB 206 BE CONCURRED IN AS AMENDED. Motion carried 14-2 by roll call vote with Reps. Heinert and Mendenhall voting no. Reps. Dutton, Windy Boy, and Augare voted by proxy. Rep. Thomas will carry the bill.

# EXECUTIVE ACTION ON SB 312

02:39:19 Motion: Rep. Milburn moved that SB 312 BE CONCURRED IN.

# Discussion:

- 02:39:29 Rep. Jones
- 02:41:16 Rep. Keane
- 02:41:48 Rep. Reinhart
- 02:42:33 Rep. Mendenhall
- 02:44:07 Vote: Motion carried 14-2 by roll call vote with Reps. Keane and Windy Boy voting no. Reps. Dutton, Windy Boy, and Augare voted by proxy. Rep. Llew Jones will carry the bill.

# **ADJOURNMENT**

02:45:47 Adjournment: 12:00 P.M.

REP. SCOTT MENDENHALL, Chairman

NANCY KRAFT, Secretary

SM/nk

Additional Exhibits:

EXHIBIT (buh64aad.pdf)